

STATEMENT OF PURPOSE

RS29814 / H0777

This is the FY 2023 original appropriation bill for the Department of Health and Welfare's Division of Medicaid. It appropriates a total of \$4,044,709,000 and caps the number of authorized full-time equivalent positions at 213.00. For benefit costs, the bill increases the appropriated amount for health insurance by \$850 to \$12,500 per eligible full time FTP, includes a one-year holiday of unemployment insurance, and adjusts workers compensation amounts. The bill also provides funding for permanent employees for the equivalent of a 3% salary structure shift and provides \$1.25 per hour per eligible employee to be distributed based on merit for change in employee compensation. The bill funds sixteen line items, which provide a net-zero program fund shift for the SWITC home health program; service enhancements related to the KW Lawsuit; independent assessment changes related to the KW Lawsuit; a net-zero program fund shift for the value care program; provider rate increase for developmental disabilities providers; provider rate increase for residential rehabilitation providers; MMIS contract support; MMIS system changes; Institute of Mental Disease (IMD) waiver evaluations; net-zero fund shifts for accounting transfers; provider rate increase for personal assistance providers; a rural differential increase for rural providers; a Medicaid provider rate review position; a provider rate increase for assisted living providers; a provider rate increase for medical services; and a provider rate increase for hospitals. Also included in this bill are two onetime FY 2022 supplemental appropriations, which provide funding for the development of an RFP for the Medicaid Management Information System (MMIS), and for managed care provider enrollment in the MMIS.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2022 Original Appropriation	213.00	769,728,500	418,487,900	2,607,148,000	3,795,364,400
2. MMIS Development	0.00	120,000	0	1,080,000	1,200,000
3. Managed Care Provider Enrollment	0.00	229,400	0	2,064,900	2,294,300
FY 2022 Total Appropriation	213.00	643,903,800	433,487,900	2,722,158,500	3,799,550,200
Removal of Onetime Expenditures	0.00	(13,014,400)	0	(288,982,600)	(301,997,000)
Base Adjustments	0.00	142,943,800	0	0	142,943,800
FY 2023 Base	213.00	773,833,200	433,487,900	2,433,175,900	3,640,497,000
Personnel Benefit Costs	0.00	45,800	(400)	69,800	115,200
Statewide Cost Allocation	0.00	(1,000)	0	(1,100)	(2,100)
Change in Employee Compensation	0.00	442,900	7,200	675,100	1,125,200
Nondiscretionary Adjustments	0.00	48,551,100	536,200	77,281,800	126,369,100
FY 2023 Program Maintenance	213.00	822,872,000	434,030,900	2,511,201,500	3,768,104,400
6. SWITC Home Health	0.00	0	0	0	0
7. KW Settlement - Svc. Enhance.	0.00	0	0	66,663,200	66,663,200
8. KW Settlement - Indep Assess. Changes	0.00	2,963,100	0	8,889,500	11,852,600

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9. Value Care Program	0.00	0	0	0	0
10. Provider Rate - Dev Disabilities	0.00	0	0	24,961,200	24,961,200
11. Provider Rate - Resid Rehab	0.00	0	0	70,393,100	70,393,100
14. MMIS Contract Support	0.00	1,305,800	0	3,917,500	5,223,300
15. MMIS System Changes	0.00	584,100	0	4,461,900	5,046,000
16. IMD Waiver Evaluation	0.00	172,800	0	172,900	345,700
17. Accounting Transfers	0.00	0	0	0	0
19. Provider Rate - Personal Assist.	0.00	0	0	10,949,800	10,949,800
20. Provider Rate - Rural Differential	0.00	80,000	0	720,000	800,000
21. Medicaid Provider Rate Review	0.00	56,500	0	56,500	113,000
22. Provider Rate - Assisted Living	0.00	0	0	46,231,600	46,231,600
23. Provider Rate - Medical Services	0.00	2,017,500	0	4,707,600	6,725,100
24. Provider Rate - Hospitals	0.00	0	6,300,000	21,000,000	27,300,000
FY 2023 Total	213.00	830,051,800	440,330,900	2,774,326,300	4,044,709,000
Chg from FY 2022 Orig Approp	0.00	60,323,300	21,843,000	167,178,300	249,344,600
% Chg from FY 2022 Orig Approp.	0.0%	7.8%	5.2%	6.4%	6.6%

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